

California Actuarial Advisory Panel

**Minutes of
September 7, 2011**

**Locations:
State Controller's Office
300 Capitol Mall, 6th Floor, Room 635
Sacramento, CA 95814**

**EFI Actuaries
1050 Connecticut Ave., NW, Suite 1000
Washington, DC 20036**

**323 La Espiral
Orinda, CA 94563**

1. Call to Order

Chair Milligan called the meeting to order at 9:35 AM and called the roll.

Present: Sacramento: Alan Milligan, Harold Loeb, Lynn Miller, John Bartel, and Rick Reed
Orinda, CA: Leslie Finertie
Washington, DC: Edward Friend

Absent: Paul Angelo (arrived at 9:40 AM)

Guests: Jocelyn Roubique, SCO, Bureau Chief
Korene Woodard, CalPERS
Beverly Englund, SCO, Bureau Chief
Judy Eng, SCO

SCO Staff: Lindsey Ross, Administrative Assistant
Shawn Silva, Staff Counsel
Jennifer Urban, Project Liaison

2. Approval of Minutes of the July 28, 2011 Meeting

Mr. Bartel requested the minutes be amended to remove the first sentence on page 2, which read, "The Panel is not taking a position." It was agreed this sentence did not reflect the Panel's position.

9:40 AM - Mr. Angelo joined the meeting.

Mr. Loeb requested the spelling of his name be changed from Lobe to Loeb.

Mr. Loeb moved and Mr. Bartel seconded to approve the minutes of the July 28, 2011 meeting with amendments. **The motion passed 8-0.**

3. 2011 Work Plan

No action was taken.

4. GASB Exposure Draft on Postemployment Benefits

Mr. Angelo informed the panel there was no update and suggested the inaction be formalized.

Mr. Reed moved and Mr. Bartel seconded to remove Agenda Item #4 from the Workplan. **The motion passed 8-0.**

5. Developing Disclosure Standards for Public Sector Actuarial Valuation Reports Working Group Update

Mr. Milligan provided an update on the Draft Disclosure Standards.

Mr. Milligan stated the workgroup would be meeting later this month to review the draft, and make a presentation at the October 2011 meeting.

6. Developing Pricing and Disclosure Standards for Public Sector Benefits Improvements Working Group Update

Mr. Reed informed the Panel that no action has been taken on this item and no progress can be made before the October 2011 meeting.

7. Defining the Range of Model Funding Policies and Practices Working Group Update

Mr. Angelo provided an updated draft of the discussion. The Panel was in favor of sending out the draft document and actively seeking comments from actuaries both in California and nationally before finalizing and adopting.

Mr. Angelo wanted to discuss the content of the document. Mr. Reed suggested moving on to the other agenda items before discussing the content.

Item #7 was tabled until agenda items 8-10 were discussed.

8. Legislation Assembly Bill 1247 Working Group Update

Mr. Reed gave an update on the bill and the role of the Panel as stated in the bill. The bill had passed the Legislature and was awaiting approval on the Governor's desk.

10:20 AM - Mr. Friend left the meeting.

9. Senate Constitutional Amendment 13

Mr. Milligan provided an update that this measure was stalled in the Senate.

10. Current Legislation

Mr. Angelo discussed a pension spiking bill, but was unsure if it passed.

10:30 AM – the Panel recessed for 10 minutes

The Panel briefly discussed SB 27 and AB 340, both bills are related to pension spiking. The Panel took no action on these items.

At 10:47 AM the Panel re-opened Agenda Item #7 and discussed content of the draft. The Workgroup agreed to work together and bring back another draft document to the Panel before sending out for comment.

11. Next Meeting – October 7, 2011 9:30 a.m. to 12:30 p.m.

The next meeting is scheduled for October 7, 2011, starting at 9:30 AM. The Panel tentatively scheduled the meeting after that for November 18, 2011, from 9:30 AM to 12:30 PM.

12. Public Comment

Ms. Roubique stated this would be the last meeting she would attend, and introduced Ms. Englund as overseeing SCO support staff, and Ms. Ross as helping with administrative duties.

13. Adjournment

Mr. Angelo moved and Mr. Bartel seconded to adjourn the meeting. **The motion passed 7-0**, and the Panel adjourned at 12:29 PM.